

Message Text

SECRET

PAGE 01 STATE 077778

12

ORIGIN EB-03

INFO OCT-01 ISO-00 SS-05 (ISO) R

66622

DRAFTED BY EB:NLPAZDRAL:LMP

APPROVED BY EB:NLPAZDRAL

----- 013395

O 052250Z APR 75

FM SECSTATE WASHDC

TO AMEMBASSY PARIS IMMEDIATE

S E C R E T STATE 077778

LIMDIS

FOR ASSISTANT SECRETARY ENDERS

FOLLOWING SENT ACTION SECSTATE INFO RIO DE JANEIRO
SAO PAULO FROM BRASILIA MAR 25

QUOTE S E C R E T BRASILIA 2228

LIMDIS

FOR AASSISTANT SECRETARY ROGERS FROM AMBASSADOR

FOR S/P - WINSTON LORD, EB - ASSISTANT SECRETARY ENDERS:
OES - ASSISTANT SECRETARY RAY

E. O. 11652: GDS

TAGS: OVIP, PFOR, ECON, ENRG, PARN, ETRD, EFIN, BR

SUBJECT: POSSIBLE THEMES AND INITIATIVES FOR SECRETARY'S
VISIT TO BRAZIL - AN OVERVIEW

PART FOUR

E. THE NUCLEAR ISSUE

26. THE BRAZILIAN SIDE WILL WISH TO EXPLORE WITH THE SECRETARY
THE LIMITS OF NUCLEAR COOPERATION WITH THE US. BRAZILIAN
QUESTIONS WILL FOCUS ON THREE ISSUES:

SECRET

SECRET

PAGE 02 STATE 077778

(A) ASSURANCES WITH RESPECT TO ENRICHMENT SERVICES TO HELP

MEET BRAZILIAN NEEDS (BRAZIL HAS TWO-LONG-TERM SUPPLY CONTRACTS IN THE CONDITIONAL CATEGORY);

(B) POSSIBILITIES FOR THE TRANSFER OF US TECHNOLOGY TO SUPPORT THE BRAZILIAN OBJECTIVE FOR THE ESTABLISHMENT OF A SELF-CONTAINED NUCLEAR INDUSTRY (INCLUDING EQUIPMENT-PRODUCING INDUSTRIES AND A FULL NUCLEAR FUEL CYCLE);

(C) THE SPECIFIC SAFEGUARDS REQUIREMENTS WHICH THE US HAS IN MIND AS THE PRICE FOR COOPERATION. (THE GOB IS AWAITING US PROPOSALS FOR THE REVISION OF THE BILATERAL AGREEMENT; THERE HAVE BEEN EXPRESSIONS OF CONCERN WITH RESPECT TO THE TIGHTENED SAFEGUARD PROCEDURES THE US IS EXPECTED TO PROPOSE).

27. THE GOB WILL ALSO BE INTERESTED, GIVEN RISING BRAZILIAN CONCERNS OVER WHAT IS SEEN AS THE PROGRESSIVE EROSION OF US POWER, IN AN EXPOSITION BY THE SECRETARY OF HIS VIEWS ON THE STRATEGIC BALANCE AND US NUCLEAR STRATEGY, AND IN A DISCUSSION OF US NON-PROLIFERATION POLICY, ABOUT WHOSE LONG-TERM FEASIBILITY AND EFFECTIVENESS KEY OFFICIALS WITHIN THE GOB ARE PESSIMISTIC AND SKEPTICAL. BRAZILIAN PERCEPTIONS IN THESE AREAS ARE CRITICAL TO THE GOB'S DECISION PROCESS ON THE NUCLEAR ISSUE. THE GOB MAY OR MAY NOT BE AWARE OF US INITIATIVES TOWARDS OTHER EXPORTERS OF NUCLEAR TECHNOLOGY TO CONTAIN THE SPREAD OF ENRICHMENT TECHNOLOGY.

28. THE DISCUSSIONS WITH THE SECRETARY IN THIS ARE WILL BE SEEN BY THE GOB AS AN IMPORTANT TEST OF US INTENTION WITH RESPECT TO THE FORTHCOMING VISIT TO WASHINGTON BY MINISTER OF MINES AND ENERGY UEKI, AND NOGUEIRA BATISTA, PRESIDENT OF NUCLEBRAS. THE MINISTER'S REPLY ACCEPTING THE INVITATION MAKES IT CLEAR THAT THE GOB IS PRIMARILY INTERESTED IN POLICY DISCUSSIONS WITH THE USG AND THAT CONTACTS WITH US INDUSTRY WILL, AT THIS POINT, BE SECONDARY. (SEE ALSO MINISTER'S SIGNIFICANT COMMENT ON PRESENTATION OF INVITATION: BRASILIA 1724).

29. IN CHARTING A POSSIBLE APPROACH FOR THE SECRETARY'S DISCUSSIONS IN THIS AREA, THE FOLLOWING ASSUMPTIONS SEEM RELEVANT:

(A) THE GOB'S POLICY OF NUCLEAR INDEPENDENCE THROUGH THE ESTABLISHMENT OF A COMPLETE NUCLEAR INDUSTRY IS INTENDED TO
SECRET

SECRET

PAGE 03 STATE 077778

GIVE BRAZIL A NUCLEAR OPTION; WE DO NOT KNOW WHETHER THE GOB HAS ALSO DECIDED TO EXERCISE SUCH AN OPTION ONCE IT EXISTS.

(B) THE PENDING BRAZIL/GERMAN AGREEMENT, WHILE ITS DETAILS ARE NOT KNOWN, WILL PROBABLY ALLOW SOME CONTINUING ROLE FOR US INDUSTRY, EITHER IN ASSOCIATION WITH NUCLEBRAS OR WITH GERMAN COMPANIES. IT SEEMS IMPLAUSIBLE THAT THE GOB WOULD MAKE BRAZIL'S NUCLEAR DEVELOPMENT TOTALLY DEPENDENT ON

GERMAN TECHNOLOGY.

(C) EVEN IF IT IS NOT POSSIBLE TO BLOCK ACQUISITION OF ENRICHMENT AND REPROCESSING TECHNOLOGY BY THE GOB, THERE ARE DIPLOMATIC INITIATIVES THAT CAN BE PURSUED WHICH MIGHT COMPEL THE GOB TO ACCEPT MORE EXTENSIVE SAFEGUARDS SYSTEMS AND INHIBIT THE EXERCISE OF A NUCLEAR OPTION BY BRAZIL.

30. THESE CONSIDERATIONS INDICATE THE BROAD LINES OF AN APPROACH TO THE GOB ON THE NUCLEAR QUESTION:

(A) REASSURE THE GOB WITH RESPECT TO THE AVAILABILITY OF ENRICHMENT SERVICES FROM FACILITIES UNDER US CONTROL; (SOME DISCUSSION OF THE STATUS OF THE FOURTH US PLANT AND ITS IMPLICATIONS FOR FOREIGN CONSUMERS WOULD BE USEFUL, INCLUDING THE POSSIBILITY OF BRAZILIAN ACCESS TO SUPPLIES FROM, AND PARTICIPATION IN, SUCH A PLANT).

(B) A FORTHCOMING POLICY WITH RESPECT TO THE TRANSFER OF TECHNOLOGY, WITHIN THE LIMITS SET BY US NON-PROLIFERATION POLICY, TO MAINTAIN US INFLUENCE IN THIS KEY SECTOR. IN THIS CONNECTION, THE SECRETARY MIGHT WISH TO REVIEW THE PROSPECTIVE COOPERATION ARRANGEMENTS WITH IRAN AND THEIR POSSIBLE APPLICABILITY, WITH APPROPRIATE MODIFICATIONS FOR BRAZIL'S NON-NPT STATUS.

(C) TO ASSIST IN THE DEVELOPMENT OF LATIN AMERICAN NUCLEAR INDUSTRY, THE US MIGHT INDICATE ITS WILLINGNESS, IN PRINCIPLE, TO SUPPLY US TECHNOLOGY, UNDER APPROPRIATE SAFEGUARDS, FOR MULTI-NATIONAL REPROCESSING AND ENRICHMENT FACILITIES IN LATIN AMERICA AS SOON AS SUCH FACILITIES ARE ECONOMICALLY AND TECHNICALLY VIABLE AND AFTER THE FOURTH US PLANT IS IN PLACE. THE IDEA MIGHT BE BROACHED IN CONFIDENCE BY THE SECRETARY DURING HIS VISIT, INVITING A GOB INITIATIVE IN THIS FIELD. THIS WOULD BE A US RESPONSE TO MEXICO'S RECENT CALL FOR LATIN AMERICAN COOPERATION IN NUCLEAR DEVELOPMENT (MEXICO'S 2194) -- WITH ITS EMPHASIS ON INDEPENDENCE FROM THE SECRET

SECRET

PAGE 04 STATE 077778

US -- AND COULD BE CAST AS A US OFFER TO TRANSFER US TECHNOLOGY TO THE COUNTRIES OF THE HEMISPHERE IN RESPONSE TO A SPECIFIC LATIN AMERICAN INITIATIVE.
CRIMMINS

NOTE BY OC/T: DOWNGRADED TO LIMDIS PE R ORIGINATOR
UNQUOTE INGERSOLL

SECRET

NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FOREIGN RELATIONS, MINISTERIAL VISITS, BRIEFING MATERIALS, NUCLEAR COOPERATION PROGRAMS
Control Number: n/a
Copy: SINGLE
Draft Date: 05 APR 1975
Decaption Date: 28 MAY 2004
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: buchandr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE077778
Document Source: CORE
Document Unique ID: 00
Drafter: NLPZDRAL:LMP
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750119-0409
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750477/aaaacswwa.tel
Line Count: 161
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN EB
Original Classification: SECRET
Original Handling Restrictions: LIMDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: SECRET
Previous Handling Restrictions: LIMDIS
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: buchandr
Review Comment: n/a
Review Content Flags:
Review Date: 14 MAY 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 MAY 2003 by izenbei0>; APPROVED <01 OCT 2003 by buchandr>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: POSSIBLE THEMES AND INITIATIVES FOR SECRETARY'S VISIT TO BRAZIL - AN OVERVIEW
TAGS: OVIP, PFOR, ECON, ENRG, PARM, ETRD, EFIN, BR, US, (KISSINGER, HENRY A)
To: PARIS
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006